

RETIREMENT PLAN
FOR
CHICAGO TRANSIT AUTHORITY EMPLOYEES

The 319th Meeting of the Retirement Allowance Committee was held on November 17, 1975 in the Conference Room, Room 444, Merchandise Mart, and the following were in attendance:

Mr. W. A. Ashley	Mr. J. Blaa
Mr. J. Aurand	Mr. E. Langosch
Mr. E. Barley Sr.	Mr. J. Tiffany
Mr. L. Beatty	Mr. J. Touhy

Mr. F. Mullen, alternate for Mr. J. Hastings, and Mr. H. F. Brown, alternate for Mr. Kole were also present.

The Chairman called the meeting to order at 10:40 A.M.

On a motion by Mr. Touhy seconded by Mr. Blaa, the minutes of the 318th meeting held on October 20, 1975 were unanimously approved.

The announcements of deaths since the last meeting were made by the Secretary, as per the attached list.

The Secretary advised that six (6) Survivorship Options were submitted for approval at this meeting. On a motion by Mr. Langosch seconded by Mr. Barley, the Committee unanimously approved the six (6) Survivorship Options submitted by the Secretary.

The Secretary advised that thirteen (13) applications for retirement were submitted to this office for presentation at this meeting.

On a motion by Mr. Touhy seconded by Mr. Blaa, the Committee approved the thirteen (13) applications submitted by the Committee.

The Secretary reported that during the month, seven (7) employees on Total and Permanent Disability were examined by the Medical Department or their records reviewed.

The Secretary presented twenty-seven (27) refunds totaling \$99,520.45 for approval at this meeting.

On a motion by Mr. Langosch seconded by Mr. Barley, the refunds to be paid November 30, 1975 as per the attached statement were unanimously approved.

The Secretary read a report of the deposits, disbursements, and investments during the month of October, as per the attached statement.

The Secretary presented the Chicago Transit Authority bills totaling \$7,909.46 and miscellaneous bills totaling \$70,063.21 for approval. On a motion by Mr. Touhy, seconded by Mr. Tiffy, the Committee unanimously approved payment of these bills.

The Secretary reported that for the payment of November 30, 1975, Death Benefits numbering thirty-seven (37) and amounting to \$69,500.00 were submitted for approval. On a motion by Mr. Brown seconded by Mr. Barley, the Committee unanimously approved payment for the Death Benefits as per the attached list.

The Secretary advised the Committee that with regard to the Retirement Booklet, it is taking longer to prepare the final proof than anticipated. The draft to Mr. Hastings was returned approved and also the draft from the Wyatt Company. As soon as the necessary corrections are made, the printing will be started.

The Secretary informed the Committee that a letter had been received from Pitny Bowes, informing the Secretary that because of inflationary conditions, it is necessary to increase the cost of postage used rate. The rate has been \$18.00 per month based \$1250 or more postage used per quarter. The necessary increase is \$2.00 per month based on \$1250 or more postage used per quarter.

The Secretary informed the Committee that Leon M. Minor of Transportation Department, who was placed on Total and Permanent Disability 3-1-75, has returned to duty on October 20, 1975.

The Secretary advised the Committee that due to the recent Pension Reform Act, the auditors recommended to change the accounting system of the plan from a cash basis to ~~accrual~~ **ACCRUAL BASIS**, and in order to compute the exact interest factor on employee contributions, as provided in Section 15, it will be necessary to make this report at the February Meeting instead of the January Meeting as has been done in the past.

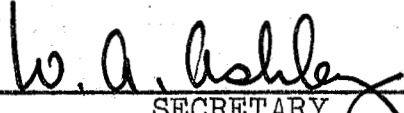
On a motion by Mr. Touhy, seconded by Mr. Barley, the Committee unanimously agreed to have the interest factor report made at the February Meeting.

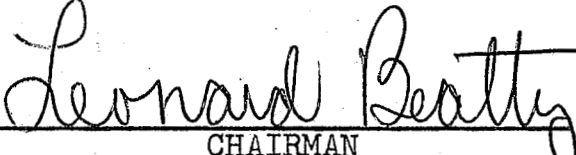
The Secretary advised the Committee that the investigation made each year of Pensioners endorsing their checks with an "x" mark, has been completed.

The Secretary handed to each Committee Member present, a letter from Highland Community Bank of Chicago, signed by Mr. James A. Pate as Board Chairman asking that the Committee consider depositing funds with the Highland Community Bank for investing. After general discussion, a motion was made by Mr. Barley and seconded by Mr. Brown that investment decisions should remain the responsibility of the Trustee.

The Chairman explained to the Committee, the need to consider what need be done where an employee discharged by the Authority and has received the refund of his contributions and interest, and later is re-instated to service by an Arbitration Award what should be done when this employee is unable to reimburse the amount in full. After general discussion, Mr. Mullen was asked by the Committee to obtain a legal opinion on this question, and report to the Committee at the next meeting.

There being no further business, on a motion by Mr. Barley, seconded by Mr. Touhy, the Committee un-animously agreed to adjourn at 11:20 A.M.


SECRETARY
RETIREMENT ALLOWANCE COMMITTEE


CHAIRMAN
RETIREMENT ALLOWANCE COMMITTEE

DATED: DEC 15 1975